

DEPARTMENT OF FINANCE BILL ANALYSIS

AMENDMENT DATE: April 21, 2008
POSITION: Neutral, note concerns

BILL NUMBER: SB 1663
AUTHOR: J. Denham

BILL SUMMARY: Used and Waste Tires: Grants

This bill would authorize the Integrated Waste Management Board (Waste Board) to award tire recycling program grants to cities, counties, and other nonprofit entities to assist specified owners of farm property to comply with existing tire hauler registration requirements.

FISCAL SUMMARY

The Waste Board has not yet provided a fiscal estimate for this bill. However, based on discussions with Waste Board staff, Finance believes that implementation of the bill would require approximately \$100,000 Integrated Waste Management Account (IWMA) and one position annually from January 1, 2009 through June 30, 2012. We believe the Waste Board could fund this position within existing resources.

COMMENTS

The Department of Finance is neutral on this bill, but notes the following concerns:

- The provision providing grant funding for the removal of illegally disposed tires appears duplicative of the Waste Board's existing Farm and Ranch Solid Waste Cleanup and Abatement Grant Program. This program provides up to \$1 million annually in grants for the cleanup of illegal solid waste sites on farm or ranch property. Private property owners can coordinate with cities and counties to apply for these grants. Eligible sites include those where (1) the parcel is zoned for agricultural use, (2) unauthorized solid waste disposal has occurred, and (3) the site is in need of cleanup in order to abate a nuisance, public health and safety or environmental threat.
- The provision providing funding eligibility to assist specified owners of farm property to comply with existing tire hauler registration requirements would single out one regulated category for funding assistance to comply with existing statute. Other regulated parties would continue to bear the cost of compliance themselves.

The proposed grants could include funds for recipients to purchase equipment necessary to facilitate the tracking and reporting of used and waste tires as required by statute. The bill would also authorize the tire recycling grant funds to be used for the removal of illegally disposed tires. The bill would sunset on June 30, 2012, and be repealed as of January 1, 2013, unless a later enacted statute, extended that date.

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Analyst/Principal (0623) K. DaRosa	Date	Program Budget Manager Karen Finn	Date
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Department Deputy Director	Date
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Governor's Office:	By:	Date:	Position Approved _____
			Position Disapproved _____

BILL ANALYSIS	Form DF-43 (Rev 03/95 Buff)
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BILL NUMBER

SB 1663

		SO	(Fiscal Impact by Fiscal Year)						
Code/Department	LA	(Dollars in Thousands)							
Agency or Revenue	CO	PROP							Fund
Type	RV	98	FC	2007-2008	FC	2008-2009	FC	2009-2010	Code
3910/Waste Mgmt	SO	No	-----	No/Minor	Fiscal Impact	-----			0387
<u>Fund Code</u>	<u>Title</u>								
0387	Integrated Waste Management Account								